245.612

(i) The sales contract or other document transferring title include the following certificate:

The Purchaser certifies that the property covered by this contract will be used in (name of country). In the event of resale or export by the Purchaser of any of the property acquired at a price in excess of \$1,000 United States dollars or equivalent in other currency at the official exchange rate, the Purchaser agrees to obtain the approval of (name and address of Contracting Officer); and

- (ii) The contracting officer approve sales contracts, resales, or exports. Approval is permitted only if—
- (A) The proposed purchaser's name is not on the list of Parties Excluded from Procurement Programs; and
- (B) The sales contract or other document forbids exports by purchasers and subpurchasers to communist areas (FAR 25.702) or other prohibited destinations.

245.612 Removal and storage.

245.612-3 Special storage at the Government's expense.

- (a) Before authorizing storage, the contracting officer shall ensure funds are available to pay for the storage and related tasks. In addition, the contracting officer shall ensure an annual review of the need for continued storage at Government expense.
- (b) All storage contracts or agreements shall be fully funded and separately priced and shall include all allocable costs.

245.613 Property disposal determinations.

The plant clearance officer shall—

- (1) Record the reason for disposing of the property—
 - (i) As scrap and salvage;
- (ii) By abandonment or destruction;
- (iii) By noncompetitive sale;
- (2) Use DD Form 1641, Disposal Determination/Approval, to record disposal determinations: and
- (3) File the completed form in the plant clearance case file.

Subpart 245.70—Appointment of Property Administrators and Plant Clearance Officers

245.7001 Selection, appointment, and termination.

- (a) The head of a contracting activity for the Defense Logistics Agency, or the head of the contract administration office for other departments and agencies shall select, appoint, or terminate (in writing) property administrators and plant clearance officers.
- (b) In selecting qualified property administrators and plant clearance officers, the appointment authority shall consider experience, training, education, business acumen, judgment, character, and ethics.

245.7002 Duties and responsibilities of plant clearance officers.

The plant clearance officer shall—

- (a) Instruct the contractor on the preparation of inventory schedules;
- (b) Make pre-inventory scrap determinations;
- (c) Determine the acceptability of inventory schedules and DD Forms 1342, DoD Property Record;
- (d) Prepare and maintain plant clearance cases and disposal documents;
- (e) Initiate screening and provide technical support to screeners in the selection of assets;
- (f) Conduct or arrange for verification of the following—
- (1) Quantity, condition, description, and special processing requirements of property listed on inventory schedules;
- (2) Technical and quantitative allocability of property;
- (g) Ensure the timely shipment or release by the contractor of property selected for transfer and donation;
- (h) Determine the appropriate method of disposal for items not selected for Federal agency use or donation and ensure final plant clearance is accomplished;
- (i) Evaluate and monitor the contractor's surplus property sales program;
- (j) For individual surplus property sales—
 - (1) Approve method of sale;
- (2) Ensure the sales offerings meet prescribed requirements;
 - (3) Witness bid openings;
- (4) Evaluate bids;

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- (5) Approve sale awards;
- (6) Secure anti-trust clearances, as required;
- (7) Recommend the reasonableness of selling expenses; and
- (8) Ensure that sales proceeds are collected and property credited;
- (k) Monitor ongoing plant clearance actions to ensure delays are minimized and, when necessary, work with the contractor and property administrator to implement improvements;
- (1) Evaluate the adequacy of the contractor's property disposal procedures;
- (m) Support the property administrator during the compliance analysis of the disposition portion of the contractor's property control procedures;
- (n) Report all disposal deficiencies to the property administrator;
- (o) Account for all contractor inventory reported for disposal by the contractor and prepare prescribed plant clearance reports; and
- (p) Advise and assist the contractor, contracting officer, inventory manager, Federal agencies, and eligible donees in actions related to the proper and timely disposal of contractor inventory.

[57 FR 42632, Sept. 15, 1992]

Subpart 245.71—Plant Clearance Forms

245.7101 Forms.

Use the forms listed below in performance of plant clearance actions.

245.7101-1 Standard Form 97, Certificate of Release of a Motor Vehicle (Agency Record Copy).

Use for transfers, donations, and sales of motor vehicles. The contracting officer shall execute the SF 97 and furnish it to the purchaser.

245.7101-2 DD Form 1149, Requisition and Invoice Shipping Document.

Use for transfer and donation of contractor inventory. Donations of industrial plant equipment may be shipped via DD Form 1149. This form may also be used to consolidate contractor inventory redistribution system-directed shipments going to the same destination.

245.7101-3 DD Form 1348-1, DoD Single Line Item Release/Receipt Document.

Use for shipments of excess industrial plant equipment and contractor inventory redistribution system (CIRS) inventory.

245.7101-4 DD Form 1640, Request for Plant Clearance.

Use to request plant clearance assistance or transfer plant clearance.

Subpart 245.72—Special Instructions

245.7201 Performing inventory verification and determination of allocability.

Use the following guidance for verifying inventory schedules—

- (a) Allocability. (1) Review contract requirements, delivery schedules, bills of material, and other pertinent material. Determine whether schedules include material which—
- (i) Is more than required or reasonably expected to be required for completion of the contract; or
- (ii) Might be usable on the current contract, or diverted to other commercial work or Government use.
 - (2) Review the contractor's—
- (i) Recent purchases of similar material;
- (ii) Plans for current and scheduled production:
 - (iii) Stock record entries; and
- (iv) Bills of material for similar items.
- (b) Quantity. Ensure available inventory is in accordance with quantities listed on the inventory schedules. While a complete physical count of each item is not required, perform sufficient checks to ensure accurate quantities.
- (c) *Condition*. Ensure the inventory condition matches that shown on the inventory schedules.

245.7202 Establishing a plant clearance case.

(a) Upon receipt of an acceptable inventory schedule or a DD Form 1342, DoD Property Record, the plant clearance officer shall establish a plant clearance case file. The case folder will—